

# COUNTY OF LOS ANGELES

#### DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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ADDRESS ALL CORRESPONDENCE TO: P.O. BOX 1460 ALHAMBRA, CALIFORNIA 91802-1460

May 18, 2010

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, California 90012

Dear Supervisors:

**ADOPTED** 

BOARD OF SUPERVISORS COUNTY OF LOS ANGELES

#48 MAY 18, 2010

SACHI A. HAMAI EXECUTIVE OFFICER

AWARD OF A PUBLIC WORKS CONSTRUCTION CONTRACT
ACCUMULATIVE CAPITAL OUTLAY PROJECT NO. 117
DE GARMO DRIVE, ET AL.
SEWER LINE MAINTENANCE
IN THE UNINCORPORATED COMMUNITY OF CITY TERRACE
(SUPERVISORIAL DISTRICT 1)
(3 VOTES)

#### **SUBJECT**

This action is to award a public works construction contract and authorize the Director of Public Works or her designee to execute the contract for Accumulative Capital Outlay Project No. 117, De Garmo Drive, et al., in the unincorporated community of City Terrace.

#### IT IS RECOMMENDED THAT YOUR BOARD:

Award and authorize the Director of Public Works or her designee to prepare the construction contract in the form previously approved by County Counsel, execute the contract, and establish the effective date following receipt of approved Faithful Performance and Labor and Material bonds and insurance filed by the contractor for Project ID No. SMDACO0117 - Accumulative Capital Outlay Project No. 117, De Garmo Drive, et al., to clean, video inspect, and line existing sanitary sewers, in the unincorporated community of City Terrace, to Repipe California, Inc., in the amount of \$566,976.50.

#### PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The purpose of the recommended action is to obtain approval from the County of Los Angeles Board of Supervisors (Board) to award a construction contract for sewer line maintenance and authorize the Director of Public Works or her designee to execute the contract and establish the effective contract date following receipt of approved Faithful Performance and Labor and Materials bonds and insurance filed by the contractor for this project.

The enclosure includes the project description, the call for bids and bid opening dates, a tabulation of bids, and financial information. The certified record of receipt of bids and the original bid proposal are also enclosed for this project.

The recommended construction contract is necessary to execute a Board directed and approved Department of Public Works (Public Works) project in support of operational missions. Your Board's approval of the recommended contract award and the subsequent execution of the contract will ensure the timely completion of the project.

## <u>Implementation of Strategic Plan Goals</u>

The Countywide Strategic Plan directs the provisions of Operational Effectiveness (Goal 1) and Community and Municipal Services (Goal 3). Awarding this contract will provide improved infrastructure to better serve the public and will enhance the quality of life in the affected communities.

## **FISCAL IMPACT/FINANCING**

The recommended contract amount of \$566,976.50 will have no impact to the County General Fund.

Sufficient funds for this project are included in the Accumulative Capital Outlay Fund in the Fiscal Year 2009-10 Consolidated Sewer Maintenance District.

The enclosure includes the amount of the recommended contract as compared with the engineer's estimate, the other bids received, and more detailed fiscal and financial information.

#### FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The contract agreement will be in the form previously reviewed and approved as to form by County Counsel. The recommended contract was solicited on an open competitive basis and is in accordance with applicable Federal, State, and County requirements. The contractor is in compliance with the Chief Executive Officer's and your Board's requirements.

The award of this contract will not result in unauthorized disclosure of confidential information and will be in full compliance with Federal, State, and County regulations. This contract contains terms and conditions supporting your Board's ordinances, policies, and programs including, but not limited to: the County of Los Angeles' (County) Greater Avenues for Independence and General Relief Opportunities for Work Programs (GAIN and GROW), Board Policy No. 5.050; Contract Language to Assist in Placement of Displaced County Workers, Board Policy No. 5.110; Reporting of Improper Solicitations, Board Policy No. 5.060; Notice to Contract Employees of Newborn Abandonment Law

The Honorable Board of Supervisors 5/18/2010 Page 3

(Safely Surrendered Baby Law), Board Policy No. 5.135; Contractor Employee Jury Service Program, Los Angeles County Code, Chapter 2.203; Notice to Employees Regarding the Federal Earned Income Credit (Federal Income Tax Law, Internal Revenue Service Notice 1015); Contractor Responsibility and Debarment, Los Angeles County Code, Chapter 2.202; the Los Angeles County's Child Support Compliance Program, Los Angeles County Code, Chapter 2.200; and Defaulted Property Tax Reduction Program Ordinance, Los Angeles County Code, Chapter 2.206; and the standard Board directed clauses that provide for contract termination or renegotiation.

The State Public Contract Code requires the County to award construction contracts to a responsible contractor with the lowest responsive bid, which is defined as the firm that: (1) submits the bid with the lowest cost; (2) is deemed by the County to be responsive to specific criteria under the solicitation including, but not limited to, licensure, bonding, and insurance requirements; and (3) is determined by the County to be a responsible bidder by exhibiting the capability, capacity, experience, trustworthiness, and financial wherewithal to perform the work required under the bid solicitation.

To ensure the contract is awarded to a responsible contractor with a satisfactory history of performance, bidders are required to report violations of the False Claims Act, criminal convictions, civil litigation, defaulted contracts with the County, complaints filed with the Contractor's State License Board, labor law/payroll violations, and debarment actions. As provided for in Board Policy No. 5.140, the information reported by each respective contractor was considered before making this recommendation to award.

The plans and specifications include the contractual provisions, methods, and material requirements necessary for this project and are on file with Public Works.

#### **ENVIRONMENTAL DOCUMENTATION**

This project was found to be categorically exempt from the provisions of the California Environmental Quality Act at the time your Board called for bids. The specifics of this finding are included in the enclosure.

#### **CONTRACTING PROCESS**

The contract was solicited on an open-competitive basis in accordance with the provisions of the State Public Contract Code.

The State Labor Code requires contractors to pay prevailing wage rates to all persons employed on public works construction contracts. These rates are determined by the Department of Industrial Relations and include contributions for fringe benefits such as vacations, pension funds, training, and health plans for each employee.

To further increase contractor awareness of contracting opportunities with Public Works, this project was listed on the County website for upcoming bids.

Public Works will review and approve the Faithful Performance and payment bonds filed by the contractor.

The Honorable Board of Supervisors 5/18/2010 Page 4

## **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

This construction contract will result in improved public works infrastructure in the community where the work is scheduled.

## **CONCLUSION**

Please return one adopted copy of this letter to Public Works, Construction Division.

Respectfully submitted,

**GAIL FARBER** 

Director

GF:JTS:ss

#### **Enclosures**

Chief Executive Office (Lari Sheehan)
 County Counsel
 Executive Office
 Office of Affirmative Action Compliance

Hail Farher

AWARD OF CONTRACT May 18, 2010

PROJECT ID NO. SMDACO0117 - ACCUMULATIVE CAPITAL OUTLAY PROJECT NO. 117, DE GARMO DRIVE, ET AL. (in the unincorporated community of City Terrace) Supervisorial District 1

TYPE OF WORK: Cleaning, video inspection, lining of approximately 22,249 linear feet

of existing sanitary sewers, and the performance of other

appurtenant work.

CALL FOR BIDS DATE: March 10, 2010 (Agenda Item 60)

BID OPENING DATE: March 30, 2010

### **BID SUMMARY**:

Low	Repipe California, Inc., a corporation	\$566,976.50
	5525 East Gibraltar Street	
	Ontario, California 91764	
	(909) 291-4050	

2	Insituform Technologies, Inc.	\$574,267.00
3	Southwest Pipeline and Trenchless Corp	\$589,811.00
4	Sancon Engineering, Inc.	\$721,447.20

Sancon Engineering, Inc., submitted a surety bond; however, the bond they supplied was not payable to the County of Los Angeles as required by the Instructions to Bidders. Therefore, their bid is considered nonresponsive.

### FINANCIAL INFORMATION:

Amount of estimate	\$643,759.00
Amount of recommended contract	\$566,976.50
Amount of recommended contract below estimate	\$ 76,782.50

The amount of the recommended contract is 12 percent below the estimate.

Sufficient funds to cover the cost of this project are included in the Accumulative Capital Outlay Fund in the Fiscal Year 2009-10 Consolidated Sewer Maintenance District Budget

## MINORITY/WOMEN-OWNED BUSINESS ENTERPRISE DATA:

Repipe California, Inc., has no MWBE subcontractors/suppliers under this contract.

## **ENVIRONMENTAL IMPACT**:

On March 2, 2010, Agenda Item 35, your Board found this project categorically exempt from the provisions of the California Environmental Quality Act.

## **CONSTRUCTION SCHEDULE:**

This project is to be complete in 85 working days. It is estimated the work will start in July 2010 and be completed in November 2010.

AMF:ss